

**FAMILY SUPPORT CENTER
OF THE UINTAH BASIN, INC.
FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005**

**FAMILY SUPPORT CENTER
OF THE UINTAH BASIN, INC.
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AS OF JUNE 30, 2005**

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ACCOUNTANTS' COMPILATION REPORT

Board of Directors
Family Support Center
of the Uintah Basin, Inc.
259 North 700 East 115-3
Roosevelt, Utah 84066

Ladies/Gentlemen:

We have compiled the accompanying statement of financial position of Family Support Center of the Uintah Basin, Inc. (a nonprofit corporation) as of June 30, 2005, and the related statements of activities, functional expenses and cash flows for the year then ended, in accordance with Statements on Standards for Accounting Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and accordingly, do not express an opinion or any other form of assurance on them.

SMUIN, RICH & MARSING



Price, Utah

December 23, 2005

FAMILY SUPPORT CENTER OF THE UINTAH BASIN, INC.
STATEMENT OF FINANCIAL POSITION
AS OF JUNE 30, 2005

	CURRENT FUNDS	
	UNRESTRICTED	TEMPORARILY RESTRICTED
<u>ASSETS</u>		
CURRENT ASSETS:		
Cash	\$ 32,924	
Accounts receivable - federal/state	23	\$ 14,781
Total current assets	\$ 32,947	\$ 14,781
PROPERTY AND EQUIPMENT:		
Land	\$ 10,000	
Building	59,799	
Improvements	1,044	\$ 551
Equipment and furniture	24,726	13,926
Less: accumulated depreciation	(40,381)	(8,200)
Net property and equipment	\$ 55,188	\$ 6,277
Total assets	\$ 88,135	\$ 21,058
<u>LIABILITIES AND NET ASSETS</u>		
CURRENT LIABILITIES:		
Cash overdraft		\$ 14,781
Current portion of note payable	\$ 4,733	
Total current liabilities	\$ 4,733	\$ 14,781
Note payable, less current portion	\$ 10,586	\$
Total liabilities	\$ 15,319	\$ 14,781
NET ASSETS:		
Unrestricted	\$ 72,816	
Restricted		\$ 6,277
Total net assets	\$ 72,816	\$ 6,277
Total liabilities and net assets	\$ 88,135	\$ 21,058

"See accompanying notes and accountants' compilation report "

FAMILY SUPPORT CENTER OF THE UINTAH BASIN, INC.
STATEMENT OF ACTIVITY AND
CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2005

	CURRENT FUNDS		
	UNRESTRICTED	TEMPORARILY RESTRICTED	TOTAL ALL FUNDS
PUBLIC SUPPORT AND REVENUE:			
Public support:			
Received directly - contributions	\$ 16,271		\$ 16,271
Total public support	\$ 16,271	\$...	\$ 16,271
Revenues:			
State and Federal grants		\$ 116,665	\$ 116,665
Donated supplies	\$ 7,715		7,715
Other income	30,841		30,841
Total revenue	\$ 38,556	\$ 116,665	\$ 155,221
Total public support and revenue	\$ 54,827	\$ 116,665	\$ 171,492
FUNCTIONAL EXPENSES:			
Crisis respite care		\$ 108,072	\$ 108,072
Children's trust fund		9,415	9,415
Safe and stable families grant		882	882
Food account	\$ 3,865		3,865
911 grant		55	55
Family support	40,355		40,355
Total functional expenses	\$ 44,220	\$ 118,424	\$ 162,644
Excess (deficiency) of public support and revenue over functional expenses	\$ 10,607	\$ (1,759)	\$ 8,848
Net assets, July 1, 2004	62,209	8,036	70,245
Net assets, June 30, 2005	\$ 72,816	\$ 6,277	\$ 79,093

"See accompanying notes and accountants' compilation report."

FAMILY SUPPORT CENTER OF THE UTAH BASIN, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2005

	YEAR ENDED JUNE 30, 2005						TOTAL PROGRAM EXPENDITURES
	CRISIS RESPITE CARE (DCFS)	CHILDREN'S TRUST FUND	SAFE & STABLE FAMILIES GRANT	911 GRANT	FOOD ACCOUNT	FAMILY SUPPORT UNRESTRICTED SOURCES	
FUNCTIONAL EXPENSES:							
Payroll:							
Salaries and wages	\$ 99,863	\$ 4,191				\$ 3,889	\$ 67,943
Employee benefits	9,076	355				311	9,742
Total payroll	\$ 68,939	\$ 4,546	\$...	\$...	\$...	\$ 4,200	\$ 77,685
Other:							
Administration costs	\$ 419						\$ 419
County match funds						\$ 21,111	21,111
Supplies donated						4,335	4,335
Contract services	5,580						5,580
Telephone	2,956					300	3,256
Interest expense						1,850	1,850
Food	3,509				\$ 3,292	1,357	8,158
Utilities	2,845						2,845
Supplies	4,727	\$ 2,117			523	812	8,179
Travel	1,583	2,626				462	4,671
Maintenance	3,773					987	4,760
Professional fees	1,600						1,600
Insurance	2,255					532	2,787
Advertising	275						275
Other	1,234				50		1,284
Space costs	6,900					1,819	8,719
Total other expenses	\$ 37,656	\$ 4,743	\$...	\$...	\$ 3,865	\$ 33,565	\$ 79,829
Allocation of depreciation expense	\$ 1,477	\$ 126	\$ 882	\$ 55		\$ 2,590	\$ 5,130
Total functional expenses	\$ 108,072	\$ 9,415	\$ 882	\$ 55	\$ 3,865	\$ 40,355	\$ 162,644

"See accompanying notes and accountants' compilation report."

FAMILY SUPPORT CENTER OF THE UINTAH BASIN, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2005

Cash flows from operating activities:

Increase in net assets	\$ 8,848	
Adjustments to reconcile increase in net assets to net cash provided by operating activities:		
Depreciation	5,130	
(Increase) decrease in operating assets:		
Accounts receivable	2,543	
	<hr/>	
Net cash provided by operating activities		\$ 16,521

Cash flows from investing activities:

Acquisition of property and equipment	\$ (1,821)	
	<hr/>	
Net cash used by investing activities		(1,821)

Cash flows from financing activities:

Payments on debt	\$ (4,519)	
	<hr/>	
Net cash used by financing activities		(4,519)
		<hr/>
Net decrease in cash and cash equivalents		\$ 10,181
Cash and cash equivalents at beginning of year		7,962
		<hr/>
Cash and cash equivalents at end of year		\$ 18,143
		<hr/>

"See accompanying notes and accountants' compilation report."

FAMILY SUPPORT CENTER OF THE UINTAH BASIN, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Background

Family Support Center of the Uintah Basin, Inc. was incorporated as a Utah nonprofit corporation. The corporation operates under a board of directors and provides the following services, as authorized by the charter: child abuse intervention, crisis care for children and parents in distress, parenting classes, support groups and prevention programs.

Basis of Accounting

Family Support Center prepares its financial statements on the accrual basis of accounting in accordance with generally accepted accounting principles. Contributions are recorded when received. All contributions are available for unrestricted use unless specifically restricted by the donor.

Restricted funds have been established to account for those resources available for use, but expendable only for the purposes specified by the contracts.

Income Taxes

The organization is an exempt organization for federal income tax purposes under section 501(c)(3) of the Internal Revenue Code and therefore, has made no provision for federal income taxes.

Cash Equivalents

For purposes of the statement of cash flows, Family Support Center considers all cash and other highly liquid investments with initial maturities of three months or less to be cash equivalents.

Capital Assets

Capital assets (land, building, improvements, and furniture and equipment) are recorded at cost or at estimated fair value at the date of gift. Donated items are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Depreciation is provided using the straight-line method over estimated useful lives of five to forty years.

Contributions of Donated Items

Contributions of donated non-cash assets are recorded at their fair values in the financial Statements. Non-cash items include supplies, clothing and capital assets.

2. FIXED ASSETS

Fixed assets are as follows:

FIXED ASSETS, AT COST				
	Balance July 1, 2004	Additions	Adjustments and Retirements	Balance June 30, 2005
Land	\$ 10,000			\$ 10,000
Building	59,799			59,799
Improvements	1,595			1,595
Equipment and furniture	37,422	\$ 2,061	\$ (831)	38,652
Total fixed assets	<u>\$ 108,816</u>	<u>\$ 2,061</u>	<u>\$ (831)</u>	<u>\$ 110,046</u>
ACCUMULATED DEPRECIATION				
	Balance July 1, 2004	Depreciation	Adjustments and Retirements	Balance June 30, 2005
Building	\$ 16,445	\$ 1,495		\$ 17,940
Improvements	159	159		318
Equipment and furniture	27,438	3,476	\$ (591)	30,323
Total accumulated depreciation	<u>\$ 44,042</u>	<u>\$ 5,130</u>	<u>\$ (591)</u>	<u>\$ 48,581</u>

Provision for depreciation of property and equipment is computed on the straight-line method. Depreciation is based on estimated useful lives of individual units or classes of property. The cost of maintenance and repairs of properties and renewals, which do not involve substantial betterment, are charged to expense as incurred. When an item of property is replaced and a substantial betterment results, the cost of the replaced property is retired and the cost of the new property is capitalized. At the time properties are retired or otherwise disposed of, the cost of the asset and related accumulated depreciation are removed from the accounts. Gains and losses therefrom are reflected in the income statement.

3. **DEPOSITS**

Deposits are carried at cost plus accrued interest. The carrying amount of deposits is listed on the balance sheet as cash.

	<u>Carrying Amount</u>	<u>Bank Balance</u>
Insured (FDIC)	<u>\$ 18,143</u>	<u>\$ 28,959</u>

4. **PENSION PLAN**

As of June 30, 2005, Family Support Center of the Uintah Basin, Inc. was not participating in any retirement program.

5. **COMPENSATED ABSENCES**

Compensated absences have not been figured, as Family Support Center of the Uintah Basin, Inc. does not provide a plan to compensate employees for these amounts.

6. **NOTE PAYABLE**

At June 30, 2005, Family Support Center of the Uintah Basin, Inc. had the following note payable totaling \$15,319.

A note payable to Western Mortgage Loan Corporation was entered into by Family Support Center; in November 1997, Star Bank Mortgage began servicing the loan. The proceeds were used to purchase land and a building for the Center. The terms of the note payable are as follows: Payments are \$530.19 and equal payments are due on or before the first day of each month thereafter. The interest rate is eleven and one-half percent (11.5%) per annum. Principal and interest payments are as follows:

<u>YEAR ENDED</u>	<u>INTEREST</u>	<u>PRINCIPAL</u>	<u>TOTAL</u>
June 30, 2006	\$ 1,630	\$ 4,733	\$ 6,363
June 30, 2007	1,055	5,307	6,362
June 30, 2008	416	5,279	5,695
	<u>\$ 3,101</u>	<u>\$ 15,319</u>	<u>\$ 18,420</u>

6. NOTE PAYABLE (Continued)

Following is the activity of the note payable for the year ended June 30, 2005.

<u>Note Payable</u>	<u>Note Payable June 30, 2004</u>	<u>New Debt Issued</u>	<u>Debt Retirement</u>	<u>Note Payable June 30, 2005</u>
Western Mortgage Loan Corporation/Star Bank Mortgage	\$ 19,838	\$...	\$ 4,519	\$ 15,319

7. FUND RAISING INFORMATION

Fund raising revenues and costs have been minimal for the Center. Total fund raising revenues and expenses have neither been kept separate or reported.

8. RESTRICTED NET ASSET BALANCE

The restricted net asset account pertains to federal and state grants that have been received by the Center. The balance represents equipment purchases made with federal and state funds reduced by the accumulated depreciation for the assets.

9. USE OF ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires the Board Members to make estimates and assumptions that affect certain reported amounts and disclosures. These have been in establishing values of donated items, supplies and time. Accordingly, actual results could differ from those estimates.

10. DONATED SERVICES

The Family Support Center receives a significant amount of donated services from unpaid volunteers who assist in special projects and activities at the Center. No amounts have been recognized in the statement of activities because the criteria for recognition under SFAS No. 116 have not been satisfied.

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Board of Directors
Family Support Center of the Uintah Basin, Inc.
259 North 700 East 115-3
Roosevelt, Utah 84066

RE: Report on State Legal Compliance –
Nonprofit Entity

We have compiled the financial statements of Family Support Center of the Uintah Basin, Inc. a nonprofit corporation, for the year ended June 30, 2005, and have issued our report thereon dated December 23, 2005. A compilation is limited to presenting, in the form of financial statements, information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, have not expressed an opinion or any other form of assurance on them. However, in accordance with State laws, we have audited Family Support Center of the Uintah Basin, Inc.'s compliance with the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort, or earmarking; reporting; and special tests and provisions applicable to Crisis Respite Care (Department of Human Services) as required by the State of Utah Legal Compliance Audit Guide for the year ended June 30, 2005.

The management of Family Support Center of the Uintah Basin, Inc. is responsible for its compliance with the compliance requirements identified above. Our responsibility is to express an opinion on compliance with those requirements based on our audit. An audit includes examining, on a test basis, evidence about Family Support Center of the Uintah Basin, Inc.'s compliance with those requirements. We believe that our audit provides a reasonable basis for our opinion.

The results of our audit procedures disclosed no immaterial instances of noncompliance with the requirements referred to above.

In our opinion, Family Support Center of the Uintah Basin, Inc. complied, in all material respects, with the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort, or earmarking; reporting; and special tests and provisions that are applicable to Crisis Respite Care for the year ended June 30, 2005.

SMUIN, RICH & MARSING



Price, Utah

December 23, 2005